Canyon Fuel Company, LLC Dugout Canyon Mine P.O. Box 1029 Wellington, Utah 84542



March 15, 2007

Ms. Pamela Grubaugh-Littig
Utah Coal Regulatory Program
Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Salt Lake City, UT 84114-5801

RE: 2006 Annual Report for Dugout Canyon Mine, C/007/039

Dear Ms. Pamela Grubaugh-Littig,

Enclosed please find two copies of the Annual Report for 2006 for the Dugout Canyon Mine.

Sampling of the refuse pile was minimal for two reasons. The Dugout refuse pile was mined during 2006, the material was shipped to the Savage Loadout and blended for shipment to customers. Coal was shipped directly from the mine and washed at the preparation plant, which limited waste being placed at the refuse pile.

Please reference Appendix E, for information pertaining to the request associated with R645-301-525.700.

Should you have any questions concerning this submittal, please contact me at (435) 636-2869.

Sincerely yours,

Vicky S. Miller

enclosures

cc: Chris Hansen (letter only)
Dave Spillman (enclosures)
Central Files (enclosures)

by SMeller.

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C/007/0089, 2007, Incoming
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For additional information

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